



## State of Utah

### Department of Natural Resources

MICHAEL R. STYLER  
*Executive Director*

### Division of Oil, Gas & Mining

JOHN R. BAZA  
*Division Director*

JON M. HUNTSMAN, JR.  
*Governor*

GARY R. HERBERT  
*Lieutenant Governor*

September 27, 2006

Byron Ray  
Cudahay Mine  
890 East 450 South  
Smithfield, Utah 84335

Subject: Summary of Discussion in Response to Letter, Requirement to Post  
Reclamation Surety, Cudahay Mine, M0270055, Millard County, Utah

Dear Mr. Ray:

Thank you for your recent inquiry responding to the Division letter dated August 8, 2006. This letter provided information about the recent rule changes resulting in reclamation surety requirements for small mines and exploration projects within the state of Utah.

It has been determined the required bond amount for your site is currently \$18,600 dollars based on a five acre mine site. You stated that you would then try to measure more accurately the exact area of disturbance and present a map to the division if this area calculation changes. I tried to present an overview of the various reclamation surety bond options, as well as the benefits and disadvantages of each. Based on basic information, I suggested you contact Minerals Coordinator, Beth Ericksen, for any additional assistance with the necessary details for completion of the paperwork and any additional information on the different form of reclamation surety.

A small mine reclamation contract will be required for completion of the surety process. Please contact Beth Ericksen (801) 538-5318, provide your email address, and she will email the reclamation contract. It must be signed by an authorized person within the company, notarized and returned in its **original** form to the Division, attention Minerals Regulatory Program.

**As a reminder, the deadline to complete this process (approved reclamation surety and reclamation contract) is December 8, 2006.**

Page 2  
Mr. Byron Ray  
M0270055  
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The Division appreciates your attentiveness and responsiveness to the rule changes that have occurred resulting in this reclamation surety requirement. If you have any questions or require discussion regarding the content of this letter, please contact Beth Ericksen (801) 538-5318 for reclamation surety, or Tom Munson for permitting, (801) 538-5321.

Sincerely,

A handwritten signature in cursive script that reads "Susan M. White".

Susan M. White  
Mining Program Coordinator  
Minerals Regulatory Program

SMW:BE:pb

Enclosures:

cc: Beth Ericksen, DOGM  
Tom Munson, DOGM

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